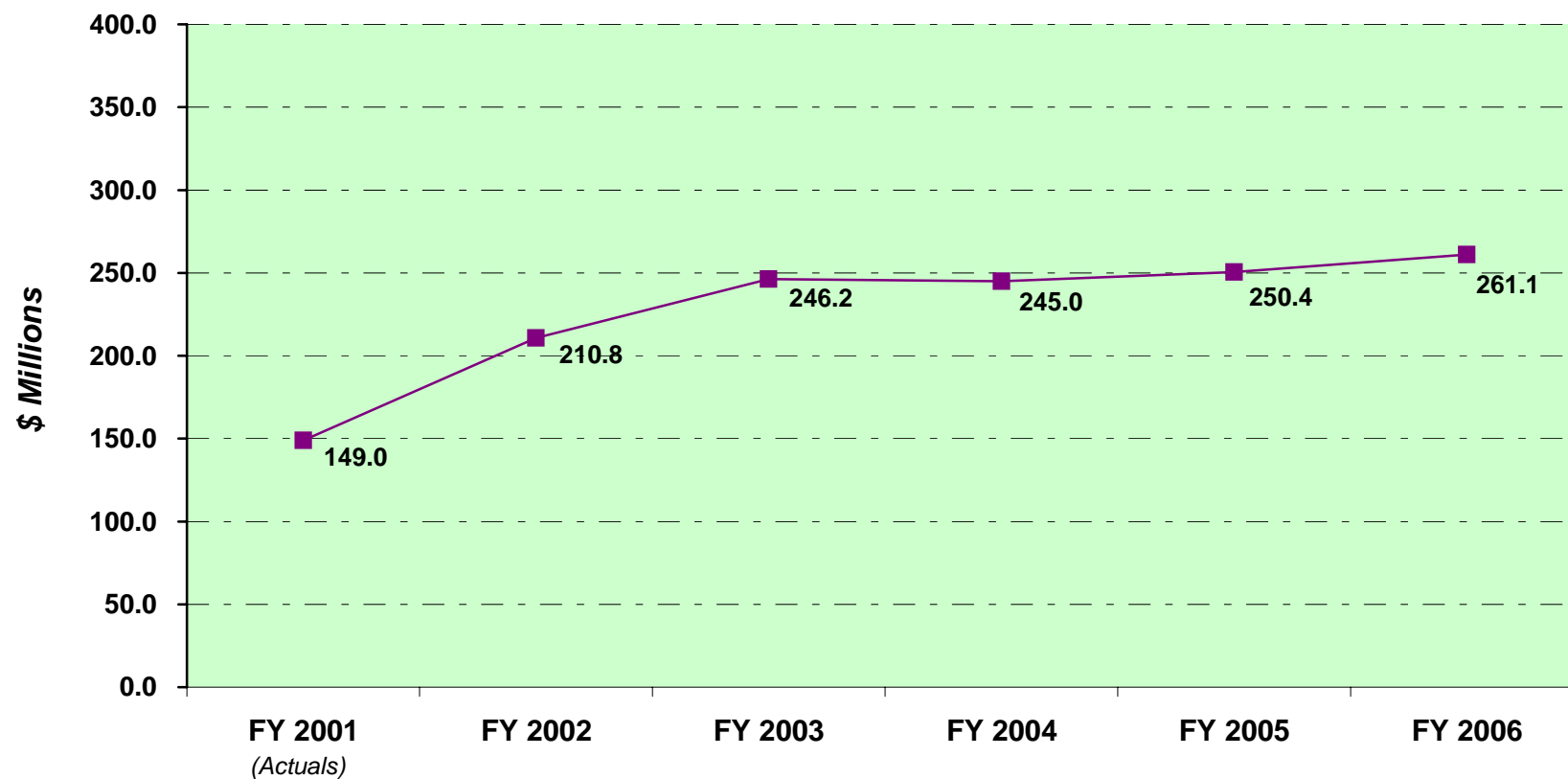
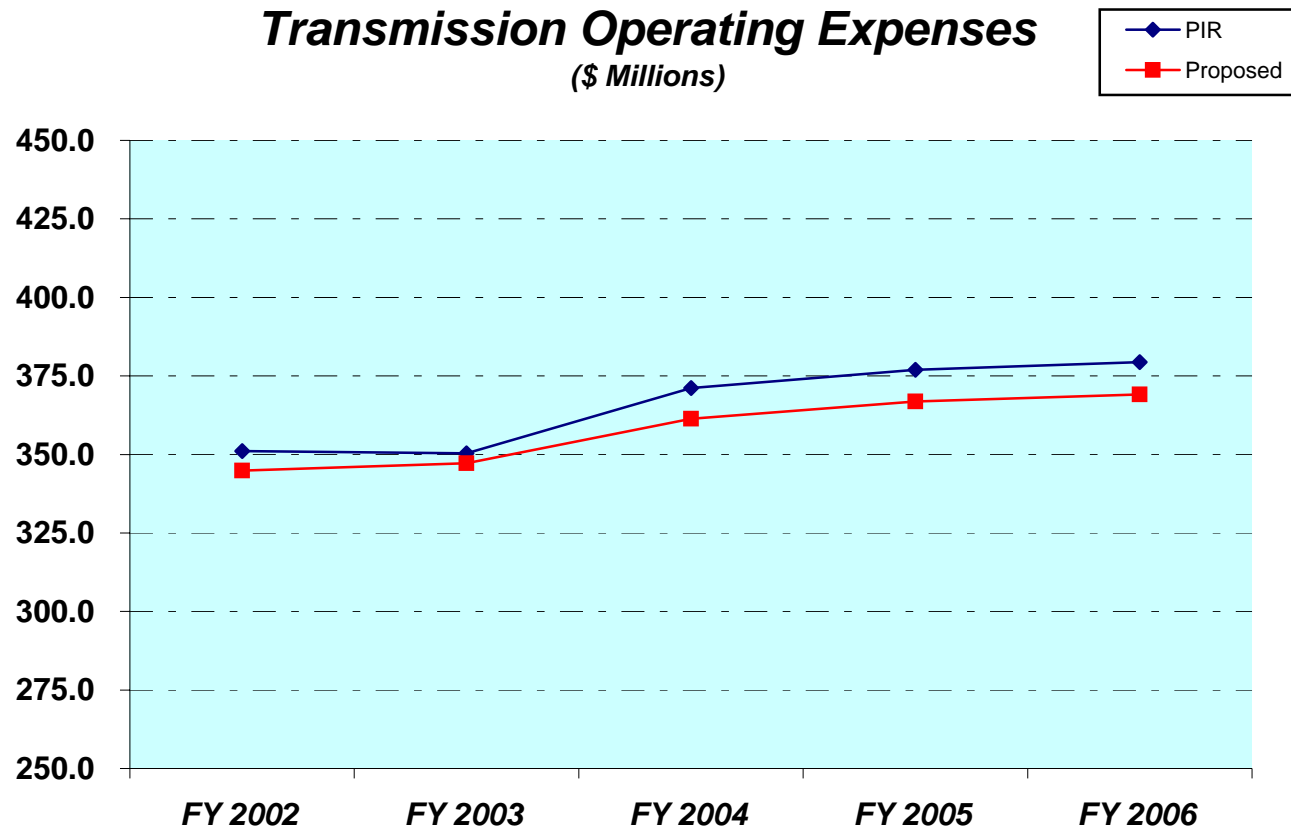


## ***TBL Statement of Revenues and Expenses Summary (\$M)***

	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006
<b>1. Operating Revenues at Current Rates</b>	704.7	697.9	702.7	723.1	734.3
Add 3% Surcharge	<u>0.0</u>	<u>0.0</u>	<u>19.4</u>	<u>20.3</u>	<u>20.6</u>
<b>Total Revenues</b>	<b>704.7</b>	<b>697.9</b>	<b>722.1</b>	<b>743.4</b>	<b>754.9</b>
<b><i>Minus:</i></b>					
<b>2. Operating Expenses</b>	351.1	350.4	371.1	376.9	379.4
Adjusted for Cost Reductions	<u>(6.2)</u>	<u>(3.2)</u>	<u>(9.8)</u>	<u>(10.0)</u>	<u>(10.3)</u>
<b>Net Operating Expenses</b>	<b>344.9</b>	<b>347.2</b>	<b>361.3</b>	<b>366.9</b>	<b>369.1</b>
<b><i>Equals:</i></b>					
<b>3. Net Operating Margin</b>	<b>359.8</b>	<b>350.7</b>	<b>360.7</b>	<b>376.5</b>	<b>385.8</b>
<b><i>Less:</i></b>					
<b>4. Depreciation</b>	160.6	163.0	176.5	188.4	199.9
<i>and</i>					
<b>5. Net Interest</b>	155.3	158.4	164.8	173.8	185.5
<b><i>Equals:</i></b>					
<b>6. Net Revenues</b>	<b>43.9</b>	<b>29.3</b>	<b>19.5</b>	<b>14.3</b>	<b>0.4</b>

## ***Preliminary Statement of Cash Flows - TBL*** ***Total Reserves***

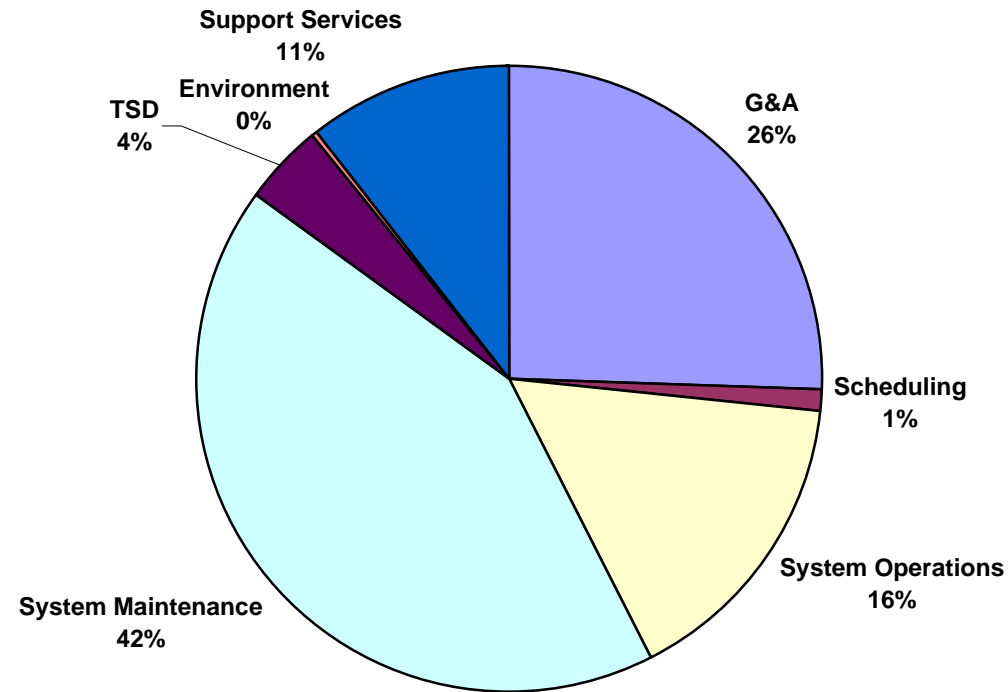




<b>PIR</b>	351.1	350.4	371.1	376.9	379.4
<b>Proposed</b>	344.9	347.2	361.3	366.9	369.1
<b>Savings</b>	<b>6.2</b>	<b>3.2</b>	<b>9.8</b>	<b>10.0</b>	<b>10.3</b>

## **TBL Cost Reductions**

### **Average by Program ~ FY 2004-06**



Program	Reduction (\$000)
G&A	2,572.8
Scheduling	92.0
System Operations	1,590.9
System Maintenance	4,268.0
TSD	410.8
Environment	20.0
Support Services	1,063.0
	<hr/>
	<b>10,017.5</b>
	<hr/>